

## Federal Communications Commission Washington, D.C. 20554

September 12, 2011

In Reply Refer to: 1800B3-RFS

Karl Lieber c/o Midnation Media, LLC P.O. Box 123 Windsor, Colorado 80550

Re: KNDH, Hettinger, North Dakota Facility Identification Number: 165977

File No: BPH-20110301ACN

Dear Mr. Lieber:

This letter refers to the above-captioned minor change application of Midnation Media, LLC ("Applicant"), licensee of FM Station KNDH, Channel 272C1, Hettinger, North Dakota. The application proposes a city of license modification for FM Station KNDH from Hettinger, North Dakota, to New Salem, North Dakota. For the reasons discussed below, we request amendment of the application to provide additional evidence in support of the proposed modification.

**Background.** This application was filed pursuant to Section 73.3573(g) of the Commission's Rules, which set forth the requirements for modification of an FM Station license to specify a new community of license without providing an opportunity for competing expressions of interest. Among other requirements, an application for such a minor modification must demonstrate that the proposed change of community constitutes preferential arrangement of allotments. We make this determination using the FM allotment priorities set forth in *Revision of FM Assignment Policies and Procedures*. The Applicant asserts that its application satisfies Priority 3 of the four allotment priorities, because the change of community would provide a first local service to New Salem, North Dakota.

**Discussion.** In the *Rural Radio* proceeding,<sup>3</sup> the Commission established a rebuttable presumption applicable when a station's proposed community is located in an urbanized area or the station could, through a minor modification application, cover at least 50 percent of an urbanized area. In such cases, we will treat the application as a proposal to serve the entire urbanized area, rather than as a proposal for local service to the named community of license. Pursuant to the Commission's decision in *Rural Radio*, the Applicant's proposed change of community to New Salem is considered a proposal to serve the Bismarck Urbanized Area ("UA"). Because the Bismarck UA already has numerous local FM and AM

<sup>&</sup>lt;sup>1</sup> See Modification of FM and TV Authorizations to Specify a New Community of License ("Community of License"), Report and Order, 4 FCC Rcd 4870 (1989), recon. granted in part, Memorandum Opinion and Order, 5 FCC Rcd 7094 (1990).

<sup>&</sup>lt;sup>2</sup> Revision of FM Assignment Policies and Procedures, Second Report and Order, 90 FCC 2d 88 (1988). The FM allotment priorities are: (1) First fulltime aural service, (2) Second fulltime aural service, (3) First local service and (4) Other public interest matters. Co-equal weight is given to Priorities (2) and (3).

<sup>&</sup>lt;sup>3</sup> See Policies to Promote Rural Radio Service and to Streamline Allotment an Assignment Procedures, Second Report and Order, First Order On Reconsideration, and Second Further Notice of Proposed Rule Making, 26 FCC Rcd 2556 (2011)("Rural Radio").

stations, the proposed change of community does not satisfy Priority 3 of the Commission's allotment priorities, first local service.

Our independent engineering analysis indicates that the proposed facility would cover one hundred percent of the Bismarck UA, whereas the existing license site does not cover any part of the urbanized area. In order to satisfy the requirement of Priority 3 of the Commission's allotment priorities, the Applicant may seek Priority 3 status by submitting evidence to rebut the urbanized area presumption established in Rural Radio. Such evidence must constitute "a compelling showing (1) that the proposed community is truly independent of the urbanized area, (2) of the community's specific need for an outlet for local expression separate from the urbanized area and (3) the ability of the proposed station to provide that outlet." The required compelling showing may be based on the existing three-pronged Tuck test to demonstrate independence, but "the Tuck factors, especially the eight-part test of independence, will be more rigorously scrutinized than has sometimes been the case in the past." Moreover, in addition to demonstrating independence, a compelling showing requires evidence of the community's need for an outlet for local expression.

Alternatively, you may file a Priority (4) public interest showing, providing a more detailed explanation of the claimed public interest benefits of the proposed reallotment to New Salem in compliance with the *Rural Radio*.

Accordingly, for all of the reasons discussed above, we request that the Applicant amend its application to provide additional evidence sufficient to establish that the proposed change of community of license constitutes a preferential arrangement of allotments, as set forth in Revision of FM Assignment Policies and Procedures, and further clarified in *Rural Radio*.

Pursuant to 47 C.F.R. § 73.3522, "...an applicant whose application is found to meet the minimum filing requirements but nevertheless is not complete and acceptable shall have the opportunity in the 30-day period specified in the FCC staff's deficiency letter to correct all deficiencies in the tenderability and acceptability of the underlying application, including any deficiency not specifically identified by the staff." Additionally, 47 C.F.R. § 73.3564 states that, "[a]pplications with uncorrected tender and/or acceptance defects remaining after the opportunity for corrective amendment will be dismissed with no further opportunity for corrective amendment." See Appendix B in the Report and Order in MM Docket No. 91-347. This letter constitutes your opportunity for corrective amendment pursuant to 47 C.F.R. § 73.3522.

<sup>&</sup>lt;sup>4</sup> Id. at 2572, ¶ 30.

<sup>&</sup>lt;sup>5</sup> See Faye and Richard Tuck, Inc., Memorandum Opinion and Order, 3 FCC Rcd 5374, 5378 (1978) ("Tuck") (establishing eight factors to determine whether a suburban community is independent of a nearby central city).

<sup>&</sup>lt;sup>6</sup> Rural Radio, supra, at 2573, ¶ 30.

<sup>&</sup>lt;sup>7</sup> *Id*.

Further action on the subject application will be withheld for a period of thirty days from the date of this letter to provide KNDH an opportunity to respond. Failure to correct all tender and acceptance defects within the thirty days from the date of this letter will result in the dismissal of the application with no further opportunity for corrective amendment pursuant to 47 C.F.R. § 73.3564.

Sincerely,

Nazifa Sawez Assistant Chief Audio Division Media Bureau